

Effects of a Safety Net

Estimated Effects of Safety-Net Policies on Farm Output (as percent of total)

Policy	Effect on Output $(1.0 = 1 \text{ percent})$
Direct (AMTA) Payments	0.15 - 0.25
Crop and Revenue Insurance Subsidies	0.28 - 4.10
Loan Rate Payments	0.68 – 1.38
Total	1.11 – 5.73
Possible Counter-Cyclical Support Payments	?? – ??